ARIZONA CORPORATION COMMISSION UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY



W-01751A Katherine Resort Water Company 6126 Chrismark Ave. San Diego, CA 92120

RECEIVED

APR 0 3 2006

Z Corporation Commissic Director of Utilities

ANNUAL REPORT

FOR YEAR ENDING

12 31 2005

FOR COMMISSION USE

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entered 1-4-06

COMPANY INFORMATION

1		
Company Name (Business Name)	Katherine Resort Wo	ater Company
Mailing Address 6126 Ch	rismark Ave	
Mailing Address 6126 Ch San Diego (Street) (City)	CA	92120-3706
(City)	(State)	92120-3706 (Zip)
619.286.0178		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)
Email Address		
Local Office Mailing Address		
	(Street)	
(City)	(State)	(Zip)
Local Office Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)
Email Address		
<u>M</u> A	ANAGEMENT INFORMATI	<u>ION</u>
Management Contact: Rick		n Site Manager (Title)
Management Contact: Rick	Pierce O	n Site Manager (Title)
Management Contact: Rick 3210 Katherine Dr (Street)	Pierce o (Name) Byllhead City (City)	n Site Manager (Title) AZ 86429 (State) (Zip)
Management Contact: Rick 3210 Katherine Dr (Street) 9287543226	Pierce o (Name) Byllhead City (City) 928 754 3226	N SIte Manager (Title) AZ 86429 (State) (Zip) 949 412 6979
Management Contact: Rick 3210 Katherine Dr (Street) 9287543226 Telephone No. (Include Area Code)	Pierce O (Name) Byllhead City (City) 928 754 3226 Fax No. (Include Area Code)	N SITE MANAGER (Title) AZ 86429 (State) (Zip) 949 412 6979 Pager/Cell No. (Include Area Code)
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Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: C. E.	d Schuetz		
6126 Chrisman	k Ave San Diego	CA 921	20
(Street) 619 · 286 · 0178	(City)	(State)	(Zip)
Telephone No. (Include Area Code)	Fax No. (Include Area Code	Pager/Cell No. (Inc	clude Area Code)
Attorney:	as needed		
	(Name)		
(Street)	(City)	(State)	(Zip)
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Incl	ude Area Code)
Please mark this box if the a	above address(es) have changed or a	re updated since the la	ast filing.
	OWNERSHIP INFORMAT	<u>ION</u>	
Check the following box that app	lies to your company:		
Sole Proprietor (S)	C Corporation	(C) (Other than Associ	ciation/Co-op)
Partnership (P)	Subchapter S	Corporation (Z)	
☐ Bankruptcy (B)	Association/Co	o-op (A)	
Receivership (R)	Limited Liabil	ity Company	
∑ Other (Describe) C○	rparate subsidia	ry DBA	
	COUNTIES SERVED	•	
Check the box below for the cour	nty/ies in which you are certificated to	provide service:	
		□ coco:	AUTNIO
☐ APACHE	COCHISE		
☐ GILA	☐ GRAHAM	☐ GREE	NLEE
☐ LA PAZ	☐ MARICOPA	⊠ мона	VE
☐ NAVAJO	☐ PIMA	☐ PINAL	
☐ SANTA CRUZ	☐ YAVAPAI	☐ YUMA	
☐ STATEWIDE		•	

COMPANY NAME Katherine Resort Worter Company

UTILITY PLANT IN SERVICE

Acct.		Original	Accumulated	O.C.L.D.
No.	DESCRIPTION	Cost (OC)	Depreciation (AD)	(OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights	4000		4000
304	Structures and Improvements	11009	7523	3486
307	Wells and Springs	766	524	242
311	Pumping Equipment	40772	31599	9173
320	Water Treatment Equipment	4426	3762	664
330	Distribution Reservoirs and Standpipes	25 668	17254	8414
331	Transmission and Distribution Mains	7190	4818	2372
333	Services	1665	1137	528
334	Meters and Meter Installations	9825	7204	2621
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	200	143	57
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	105521	73964	31557

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME KATHERINE RESORT WOHER COMPANY

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights	4000	0	Ò
304	Structures and Improvements	11009	3.33	367
307	Wells and Springs	766	3.33	26
311	Pumping Equipment	40772	12.50	5097
320	Water Treatment Equipment	4426	20.00	885
330	Distribution Reservoirs and Standpipes	25668	2.22	570
331	Transmission and Distribution Mains	7190	2.60	144
333	Services	1665	3.33	55
334	Meters and Meter Installations	9825	8.33	818
335	Hydrants		·	
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	200	6.67	13
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	105521		7975

This amount goes on the Comparative Statement of Income and Expense _ Acct. No. 403.

COMPANY NAME KATHERINE RESORT Water Company

BALANCE SHEET

Acct .No.		I -	BALANCE AT EGINNING OF YEAR	В	ALANCE AT END OF YEAR
	ASSETS		ILAK		
	CURRENT AND ACCRUED ASSETS				
131	Cash	\$	504,90	\$	5090.61
134	Working Funds		0		
135	Temporary Cash Investments		0		
141	Customer Accounts Receivable		0		
146	Notes/Receivables from Associated Companies		0		
151	Plant Material and Supplies		0		
162	Prepayments		<u> </u>		
174	Miscellaneous Current and Accrued Assets		0		
	TOTAL CURRENT AND ACCRUED ASSETS	\$	504.90	\$	5090,61
	FIXED ASSETS				
101	Utility Plant in Service	\$	39532	\$	31557
103	Property Held for Future Use	+	0	-	0
105	Construction Work in Progress		Ď		0
108	Accumulated Depreciation – Utility Plant		65989		73964
121	Non-Utility Property		0		0
122	Accumulated Depreciation – Non Utility		0		0
	TOTAL FIXED ASSETS	\$	105521	\$	105521
	TOTAL ASSETS	\$	106025,90	\$	110611.61

NOTE: The Assets on this page should be equal to Total Liabilities and Capital on the following page.

COMPANY NAME Katherme Resort Water Company

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES	IDAN	TERR
	CURRENT LIABILITES		
231	Accounts Payable	\$	\$
232	Notes Payable (Current Portion)	1000	3817.96
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits		
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ 1000	\$ 3817.96
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ 92000	\$ 91000
	DEFENDED CHEDITE		
0.51	DEFERRED CREDITS	0 110110	6 1000
251	Unamortized Premium on Debt	\$ 11040	\$ 10920
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits Contributions in Aid of Construction		
271	Less: Amortization of Contributions		
272 281	Accumulated Deferred Income Tax		
201	TOTAL DEFERRED CREDITS	\$ 11040	\$ 10920
	TOTAL DEFERRED CREDITS	4 11010	0 120
	TOTAL LIABILITIES	\$ 104040	\$ 105737.96
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$	\$
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	1986	4873.65
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 1986	\$
	TOTAL LIABILITIES AND CAPITAL	\$ 106026	\$ 110611.61

COMPANY NAME Katherine Resort Water Company

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
No.			
461	Metered Water Revenue	\$ 13466	\$ 21973
460	Unmetered Water Revenue	0	0
474	Other Water Revenues	0	0
	TOTAL REVENUES	\$ 13466	\$ 21973
	OPERATING EXPENSES		
601	Salaries and Wages	\$ O	\$ 0
610	Purchased Water	0	0
615	Purchased Power	1472	1498
618	Chemicals	1770	290
620	Repairs and Maintenance	1389	9053
621	Office Supplies and Expense	Ö	1838
630	Outside Services	1735	729
635	Water Testing	2443	1587
641	Rents	0	0
650	Transportation Expenses	0	0
657	Insurance – General Liability	0	0
659	Insurance - Health and Life	0	0
666	Regulatory Commission Expense – Rate Case	0	0
675	Miscellaneous Expense	429	
403	Depreciation Expense	7970	7975
408	Taxes Other Than Income	911	1248
408.11	Property Taxes	736	639
409	Income Tax	0	
	TOTAL OPERATING EXPENSES	\$ 18855	\$ 24857
	OPERATING INCOME/(LOSS)	\$ (5389)	\$ (2884)
	OTHER INCOME/(EXPENSE)		, ,
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	11040	
1 4 1	TOTAL OTHER INCOME/(EXPENSE)	\$ (11040)	\$ 0
	NET INCOME/(LOSS)	\$ (16429)	\$ (2884)

COMPANY NAME Katherine Resort Water Company

SUPPLEMENTAL FINANCIAL DATA Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	1992	1992		
Source of Loan	Parent Co	Parent Co		
ACC Decision No.	NA	NA		
Reason for Loan	Install Pla	nt and tanks		
Dollar Amount Issued	\$ 60000	\$ 41000	\$	\$
Amount Outstanding	\$ 60000	\$ 41000	\$	\$
Date of Maturity	2022	2022		
Interest Rate	6 %	6 %	%	%
Current Year Interest	\$ Int.Waived	s Int Walved	\$	\$
Current Year Principle	\$ 0	\$	\$	\$

Meter Deposit Balance at Test Year End	\$ 0	
Meter Deposits Refunded During the Test Year	\$ 0	24.000

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
08.018	20	100	450	10	3/4	1900
08.018	20	100	450	16	5/8	1900

^{*} Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
N/A		
•		

BOOSTER PU	BOOSTER PUMPS		HYDRANTS
Horsepower	Quantity	Quantity Standard	Quantity Other
3	2	2	

STORAGE TANKS		PRESSURE TANKS		
Capacity	Quantity	Capacity	Quantity	
8000	1	6000	1	

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

6. (1 1 1)	B/-4	Tomoth (im foot)
Size (in inches)	Material	Length (in feet)
2	Transite	300
3	Transite	310
4	Transite Transite Transite	1680
5		
6		
8		
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X ³ / ₄	41
3/4	
1	
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

TREATMENT EQUIPMENT:
Chlorine treatment system awned by company

STRUCTURES:
Chlorine equipment housed in fiberglass enclosure
awned by water compliny

OTHER:
Sun roofs over electrical power boxes awned by company

COMPANY NAME: Katherine Resort Water Company

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2005

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLON PUMPED (Thousands)
JANUARY	41	135098	160300
FEBRUARY	41	130404	157800
MARCH	41	145 063	180500
APRIL	41	204906	283700
MAY	41	219139	249500
JUNE	41	281430	293100
JULY	41	304730	368000
AUGUST	41	241490	271200
SEPTEMBER	41	228300	281900
OCTOBER	41	304840	358500
NOVEMBER	4\	211700	231200
DECEMBER	41	201400	207300
	TOTAL	2604500	3043000

Is the Water Utili	y located in an ADWR Active Management Area (AMA)?
() Yes	(X) No
Does the Compan	have an ADWR Gallons Per Capita Per Day (GPCPD) requirement
() Yes	(X) No
• •	GPCPD amount:
	11 = .005
	f arsenic for each well on your system. $42 = .005$ mg/l please list each separately.)

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME Katherine Resort Water Company YEAR ENDING 12/31/2005

PROPERTY TAXES

ach to this annual report prod	of (e.g. property tax bill	s stamped "paid in full"	' or copies of cancel	led checks for
perty tax payments) of any a	nd all property taxes pa	id during the calendar	year.	
o property taxes paid, explai	n why.	,		
	·			
A Company of the Comp				
				·
	48.4897		4	

VERIFICATION SWORN STATEMENT RECEIVE

Taxes

APR 0 3 2006

VERIFICATION

STATE OF A (1201) I. THE UNDERSIGNED

OF THE

<u> 1 axes</u>	APR 0 3 Z006
	Z Corporation Commission
COUNTY OF (COUNTY NAME) MONONE	Director of Utilities
NAME (OWNER OR OFFICIAL) TITLE RICK PIECCE ON SIT	re Manager
company name Katherine Resort	Water Company

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2005

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

COMPANY NAME Katherine Resort Water Company YEAR ENDING 12/31/2005

INCOME TAXES

For this reporting period, provide the following:	
Federal Taxable Income Reported Estimated or Actual Federal Tax Liability	(2884)
State Taxable Income Reported Estimated or Actual State Tax Liability	<u> </u>
Amount of Grossed-Up Contributions/Advances:	
Amount of Contributions/Advances Amount of Gross-Up Tax Collected Total Grossed-Up Contributions/Advances	0 0
the tax year when tax returns are completed. Pursu Payer or if any gross-up tax refunds have already b	ill refund any excess gross-up funds collected at the close of ant to this Decision, if gross-up tax refunds are due to any een made, attach the following information by Payer: name f gross-up tax collected, the amount of refund due to each is made the refund to the Payer.
CERTIFICATION	
prior year's annual report. This certification is to	s refunded to Payers all gross-up tax refunds reported in the be signed by the President or Chief Executive Officer, if a partnership; the managing member, if a limited liability nip.
Rol A Résa	3/23/06
SIGNATURE	DATE
Rick J Pierce	on site manager
PRINTED NAME	TITLE

RECEIVED

VERIFICATION AND

Intrastate Revenues Only

APR 0 3 2006

SWORN STATEMENT Z Corporation Commission

VERIFICATION	<u>Ulrector of U</u>
STATE OF ANZONA	COUNTY OF (COUNTY NAME) Obave
I, THE UNDERSIGNED	NAME (OWNER OR OFFICIAL) TITLE RICK J PIECCE On Site Manager
OF THE	Katherine Resort Water Company

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH DAY 12 31

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401. ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE **UTILITY OPERATIONS DURING CALENDAR YEAR 2005 WAS:**

Arizona Intrastate Gross Operating Revenues Only (\$)

, 21972.96

(THE AMOUNT IN BOX ABOVE INCLUDES \$ 991.62

IN SALES TAXES BILLED, OR COLLECTED)

REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE **DIFFERENCE. (EXPLAIN IN DETAIL)

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

DAY OF DIANA GONZALEZ BARN PUBLIC - ARIZONA MOHAVE COUNTY Comm. Expires 09,25

TELEPHONE NUMBER

COUNTY NAME MONTH

VERIFICATION AND

SWORN STATEMENT RESIDENTIAL REVENUE

RECEIVED

APR 0 3 2006

VERIFICATION

INTRASTATE REVENUES ONLY

Z Corporation Commissic Director of Utilities

STA'	TÉ C	FA	RIZ	ONA
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I, THE UNDERSIGNED

COUNTY OF (COUNTY NAME) Johave NAME (OWNER OR OFFICIAL) on she manager Resort water Company

OF THE

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH DAY YEAR 2005 12 31

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2005 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

s 21972.96

(THE AMOUNT IN BOX AT LEFT INCLUDES \$ 991.62 IN SALES TAXES BILLED, OR COLLECTED)

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED.

NOTARY PUBLIC NAME

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

DAY OF

COUNTY NAME

